From: David Craymer (Generation - 34) [/O=DOMINION/OU=EXCHANGE ADMINISTRATIVE GROUP

(FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=DAVID09]

Sent: 6/18/2014 5:37:24 PM

To: Diane M Simon (Generation - 3) [/O=DOMINION/OU=EXCHANGE ADMINISTRATIVE GROUP

(FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=Diane51]

Subject: RE: Ash Strategy

Diane,

I frankly don't know what that means either. Kris Newman is the one who is managing this. The only reason why I stated it is because Kris is removing the dollars from the CapEx 5 year plan and I wanted folks to know that the pond closures are not part of the Capital budgeted funds.

Dave Craymer

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From: Diane M Simon (Generation - 3) **Sent:** Wednesday, June 18, 2014 2:34 PM **To:** David Craymer (Generation - 34)

Subject: RE: Ash Strategy

When you have a moment, I'd like to talk about this. I'm not disagreeing, I just don't fully understand what is meant by "treated in budget space as ARO's."

From: David Craymer (Generation - 34) **Sent:** Monday, June 09, 2014 5:09 PM **To:** Christine Harris (Generation - 34)

Cc: Doug Wight (Generation - 34); Diane M Simon (Generation - 3); Donald H Smith (Generation - 34); David Craymer

(Generation - 34) **Subject:** Ash Strategy

Christine,

You will see emails addressing ash costs and schedules. We received direction last week to go with the regulatory requirements only. Furthermore, Finance determined on Friday that all pond closures should be treated in budget space as ARO's even though we do not have a final rule. They are going just short of creating the AROs, awaiting the final rule. Therefore, the following strategy is being developed:

- 1. All ponds will NOT be dredged, but dewatered, lined and closed.
- 2. All pond closures will not be reflected in the CapEx budget.
- 3. Only sedimentation ponds, Reymet Rd, and wet to dry conversions will be CapEx
- 4. We will need to determine the location of the sedimentation ponds early in the process- if within the boundary of the ponds, we will dredge only the amount needed (CapEx) and then close the rest of the pond.
- 5. We need to determine the size of the sedimentation ponds but for this iteration we are assuming that Bremo and Possum will be approximately 1 acre and Chesterfield will be approximately 5 acres.
- 6. We will not do anything with the legacy ponds (Possum A,B,C; Bremo East, etc.) until the rule is final. Current language in the proposed rule appears to only require action based on ground water monitoring.
- 7. We are not to include any ground water quality remediation costs in our estimates.

David A. Craymer

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